

M0370040  
cc: Mike



July 13, 2015

RECEIVED E-Mail

JUL 14 2015

Div. of Oil, Gas & Mining

Mr. Paul Baker, Minerals Program Manager  
Utah Department of Natural Resources  
Division of Oil, Gas and Mining  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
paulbaker@utah.gov

Re: Notice of Non-Renewal of Letter of Credit BMCH311353OS, Uranium One Americas, Inc., Velvet Mine, M/037/0040, San Juan County, Utah

Dear Mr. Baker:

We received your letter dated June 2, 2015 and reviewed the enclosed Non-Renewal Notice from the Bank of Montreal indicating the Letter of Credit BMCH311353OS in the amount of \$52,274.20 for the Velvet Mine, expiring October 27, 2015 will not be renewed beyond that date. Your letter requests that Uranium One Americas, Inc. ("U1 Americas") submit a new replacement form of surety to the Utah Division of Oil, Gas and Mining ("Division") on or before July 31, 2015 (the "Replacement Deadline").

On August 14, 2014, U1 Americas and Anfield Resources Holding Corp. ("Anfield") entered into an asset purchase agreement ("APA") pursuant to which Anfield agreed to purchase all of U1 Americas' conventional uranium mining assets in the United States, including the Velvet Mine and Mine Permit M/037/0040 (the "Transaction"). U1 Americas and Anfield are working to close the Transaction on or before August 15, 2015.<sup>1</sup> As part of the closing of the Transaction, Anfield would be required to file with the Division a replacement surety bond for the Velvet Mine, sufficient to cause the release of U1 Americas' current letter of credit (LOC BMCH311353OS).

U1 Americas hereby requests an extension of the Replacement Deadline from July 31, 2015 to August 31, 2015. By granting the requested extension, the Division will avoid a situation in which U1 Americas and the Division are required to incur the time and expense of obtaining and reviewing a replacement form of surety that might only be in place for a short period of time,

<sup>1</sup> A recent press release from Anfield relating to the status of the Transaction and the anticipated closing date for the Transaction is available at <http://anfieldresources.com/anfield-resources-and-uranium-one-sign-amendment-to-asset-purchase-agreement/>.

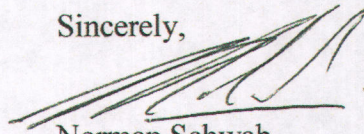


until the closing of the proposed Transaction. The current letter of credit (LOC BMCH311353OS) will remain valid until October 27, 2015.

If U1 Americas and Anfield are able to successfully close the Transaction, then Anfield would be filing a new form of surety at the closing, prior to the new proposed August 31, 2015 Replacement Deadline. In the event U1 Americas and Anfield do not complete the Transaction, then U1 Americas will file a new surety prior to the new proposed August 31, 2015 Replacement Deadline.

Please confirm that the Division agrees to provide the requested extension of the Replacement Deadline from July 31, 2015 to August 31, 2015. Please feel free to contact me by phone at 303 515-3422 or email at [norman.schwab@uranium1.com](mailto:norman.schwab@uranium1.com) if you have any questions or comments regarding this issue.

Sincerely,



Norman Schwab  
Vice President, Mining  
Uranium One Americas, Inc.

cc: Mike Bradley ([mbradley@utah.gov](mailto:mbradley@utah.gov))  
Penny Berry ([pennyberry@utah.gov](mailto:pennyberry@utah.gov))  
Wells Parker ([parker.wells@dorsey.com](mailto:parker.wells@dorsey.com))